COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST RECOVERY)
FILING OF SIGMA GAS CORPORATION) CASE NO. 93-349-C

ORDER

On December 15, 1993, in Case No. 93-349, the Commission approved certain rates for Sigma Gas Corporation ("Sigma") and provided by tariff for their further adjustment on a quarterly basis in accordance with its approved gas cost adjustment ("GCA") clause.

On June 5, 1996, Sigma filed its GCA to be effective July 1, 1996 through September 30, 1996.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Sigma's notice of June 5, 1996 proposed revised rates designed to pass on to its customers its expected wholesale decrease in gas costs. Sigma's proposed expected gas cost ("EGC") is \$3.3084 per Mcf.
 - 2. Sigma's notice of June 5, 1996 set out no current quarter refund adjustment.
- 3. Sigma's notice of June 5, 1996 set out a current quarter actual adjustment of 6.12 cents per Mcf to collect under-recoveries of gas cost from January, February, and March 1996.

- 4. Sigma's gas cost recovery rate ("GCR") is \$3.3696 per Mcf, 64.54 cents per Mcf less than the previously authorized rate.
- 5. Sigma's adjustment in rates contained in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be approved effective with bills rendered on and after July 1, 1996.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable, and are authorized to be effective with bills rendered on and after July 1, 1996.
- 2. Within 30 days of the date of this Order, Sigma shall file with this Commission its revised tariffs setting out the rates approved herein.

Done at Frankfort, Kentucky, this 26th day of June, 1996.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chaifman

Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-349-C DATED JUNE 26, 1996

The following rates and charges are prescribed for the customers in the area served by Sigma Gas Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

	Base Rate	Gas Cost Recovery	<u>Total</u>
First Mcf (Minimum Bill)	3.90	3.3696	7.2696
All Over 1st Mcf	2.97	3.3696	6.3396